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United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155
http://www.blm.gov

FEB 1 9 2010

IN REPLY REFER TO: 3474 SL-066490 (UT-923)

CERTIFIED MAIL - Return Receipt Requested

DECISION

UtahAmerican Energy, Inc. 794 N. "C" Canyon Road P. O. Box 910 East Carbon, UT 84520

Coal Lease SL-066490

Bond Increase Required

Pursuant to the decision dated September 22, 2002, UtahAmerican Energy, Inc. was assigned coal lease SL-066490. In accordance with the acceptance of that assignment of coal lease and pursuant to a decision dated February 16, 1999, UtahAmerican Energy, Inc. filed with the Utah State Office of the Bureau of Land Management a lease surety bond in the amount of \$8,000 to cover coal lease SL-066490.

Regulations at 43 CFR 3474.2 allow for the amount of any bond to be increased/decreased when additional/less coverage is determined to be appropriate. The Utah State Office, in conjunction with the Price Field Office, is requiring that your bond for coal lease SL-066490 be increased by \$112,000 based on the anticipated three months royalty production requirements for this lease.

This bond amount may be provided by increasing the present bond by \$112,000, by submitting an additional new bond in the amount of \$112,000 or by submitting an entirely new bond for the whole bond amount of \$120,000. Enclosed are forms for submitting a new surety bond or a new treasury note or cash in lieu of bond. If you do not agree with the bond amount, you must submit written justification to this office clarifying your position for a lesser bond amount.

A compliance period of 30 days from the receipt of this decision will be allowed to submit the above bond.

/s/ Roger L. Bankert

Roger L. Bankert Chief, Branch of Minerals

Enclosures

- 1. Surety Bond Form
- 2. Personal Bond and Power of Attorney Form

cc: State Division of Oil, Gas and Mining Price Field Office

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